

**TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE**



**CORRECTED
FISCAL NOTE**

SB 77 – HB 885

March 8, 2011

SUMMARY OF BILL: Increases, from one to two, the number of student representatives on the Tennessee Student Assistance Corporation (TSAC) Board of Directors. Directs the Tennessee Intercollegiate State Legislature Foundation (TISLF) to hold an election for student representative, with candidates alternating each year between public and private institutions, at its annual assembly and to present the names of the three candidates with the most votes to the Governor. Requires the Governor to select one student from the three candidates to serve on the board for a two-year term in alternating voting and non-voting capacities. Establishes the procedure for filling vacancies and the staggered two-year terms.

ESTIMATED FISCAL IMPACT:

On March 3, 2011, a fiscal note was issued estimating a fiscal impact as follows:

Increase State Expenditures - \$400

Due to a miscalculation, this impact was in error. Based upon the fact that the TSAC board meets twice a year and the new student member will receive travel reimbursement for both meetings, the estimated impact is:

(CORRECTED)

Increase State Expenditures - \$700

Assumptions:

- According to TSAC, board members receive travel and per diem expenses paid at a rate of \$0.46 per mile for travel and a hotel rate of \$110 per night.
- Two board meetings will be held each year.
- Each board meeting will require a one-night hotel stay resulting in a total increase in hotel costs of \$220 (\$110 x 2).
- Actual travel reimbursement will depend on how far the new student member is required to travel to board meetings. It is estimated that an average of 150 miles round-trip are traveled for each board meeting. Travel costs will increase \$138 (300 miles x \$0.46). The increase in state expenditures for one board meeting will be \$358 (\$220 + \$138).

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- The total increase in state expenditures will be \$716 (\$358 x 2 board meetings).

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.



James W. White, Executive Director

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